Fiscal Estimate - 2011 Session

| Original Dydated | Corrected | Supplemental | | |
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| LRB Number 11-3099/2 | Introduction Number SI | 3-291 | | |
| Description Authorizing the sale or transfer of tax credits in o | counties experiencing high rates of unem | ployment | | |
| Fiscal Effect | | | | |
| Appropriations Reve | | - May be possible agency's budget \textsquare No | | |
| Permissive Mandatory Perm 2. Decrease Costs 4. Decr | 5.Types of Local Government Unit Towns Counties Counties Mandatory Mandatory Mandatory Districts | ts Affected Village Cities Others WTCS Districts | | |
| Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS | | | | |
| Agency/Prepared By | Authorized Signature | Date | | |
| WEDC/ Tarna Gahan-Hunter (608) 267-9382 | Tarna Gahan-Hunter (608) 267-9382 11/29/2011 | | | |

Fiscal Estimate Narratives WEDC 11/29/2011

| LRB Number 11-3099/2 | Introduction Number S | B-291 | Estimate Type | Original | |
|---|-----------------------|-------|---------------|----------|--|
| Description | | | | | |
| Authorizing the sale or transfer of tax credits in counties experiencing high rates of unemployment | | | | | |

Assumptions Used in Arriving at Fiscal Estimate

This bill directs the Wisconsin Economic Development Corporation (WEDC) to create a program for the sale or transfer of tax credits awarded by either the WEDC or, beginning after January 1, 2011, by the former Department of Commerce. Under the bill, the WEDC may authorize the sale or transfer of a portion of a tax credit if the WEDC determines that the activity for which WEDC or Commerce awarded the tax credit is substantially related to economic development in counties experiencing persistent high rates of unemployment, called "qualifying counties" under the bill, and the person meets additional considerations.

Once the WEDC authorizes a person to sell or transfer a tax credit, that person may sell or transfer up to 85 percent of the tax credit.

The WEDC may authorize up to \$10,000,000 in partial tax credits over five-years. If after five years, the WEDC determines that an extension of the program will support economic development, an additional 5 years and \$10,000,000 extension may be requested.

The WEDC will be able to administer this program within current resources.

Long-Range Fiscal Implications